### U. S. Department of Justice Bureau of Investigation Washington, A. C.

June 3, 193J.

MELORALDUM FOR THE FILES.

6 2 76

Colonel Albright, Military Intelligence Division, War Department, Branch 1917, called in person to ascertain the present whereabouts of H. O. Mardley, formerly an employee of the War Department who, Colonel Albright stated, was threatening to make public certain confidential secrets of the War Department. Colonel Albright stated that he understood that on March 28, 1930, Mr. Yardley had called at the Was Lington Gas Light Company to have a gas meter installed and that he, Colonel Albright, was desirous of obtaining the address furnished to the Gas Company by Mr. Yardley.

The Jashington field office was instructed to obtain this information and to communicate it direct to Colonel Albright. I was later advised that this had been done.

Director.

ALL INFORMATION CONTAINED

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BUREAU (\*\* INVESTIGATION\*)

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DEPCALAGINE VICE

September 10, 1932.

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MEMORANDUM FOR MR. MATHAN.

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Mr. Castle, of the State Department, called and stated he understood Mr. Tardley is about to publish another book which will contain a great deal more about these telegrams - and that sort of thing. Mr. Castle said it will be most unfortunate. Mr. Castle understands Mr. Yardley is working with a comple of good lawyers who are advising him in the matter in order to avoid a libel suit, but that the War Department has advised him that Mr. Yardley has in his personal files duplicates of a lot of original War Department material and also has a great deal of original War Department saterial which should be in the index of the War Department itself.

I advised Mr. Castle that I was under he impression that there was a Statute which prohibited the use of Government material for private purposes and that I thought Compress just recently passed, or at least had under consideration, an extension of the previous Statute. I told Mr. Castle we would look up the Statute on this matter.

Mr. Castle said he thought the Military Intelligence of the War Department would know about the War Department material but he will advise us of this later.

Very truly yours, ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED

Director.

DATE 8/27/85

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# U. S. Bureau of Investigation

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Pepartment of Justice Washington, P. C.

SEP 191932 F

September 19, 1932.

62-27581

MEMORANDUM FOR THE DIRECTOR.

Mr. Smith, of the New York Times, called me at my residence Saturday evening, about 7:00 P. M., and wanted to know what truth there was in a report they had received that "Department of Justice Agents", in conjunction with the War Department, had made a demand on one Yardley both in Illinois and in New York for information which he said Yardley had procured from the War Department files. I told him I knew absolutely nothing about any matter of that kind. I suggested he talk to Mr. Carusi or Mr. Dodds; that if Mr. Carusi knew nothing of any communications on the part of the Attorney General, I suggested he talk to Mr. Dodds.

Very truly yours,

ALL INFORMATION CONTAINED

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JOHN EDGAR HOOVER DIRECTOR

## U. S. Bureau of Investigation Department of Justice

Washington, D. C.

V'H:CGD

September 19, 1932.

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SEP 191932 FI

MFMORATUUT FOR THE DIRECTOR

On September 10, 1932, I conferred with Mr. Dodds concerning the call which you had received from Mr. Castle of the State Department to the effect that Mr. Yardley was about to publish another book which would contain a great deal of confidential information which Mr. Yardley had apparently obtained from the War Department files. Mr. Dodds was first under the impression that it would be difficult to deal with a situation of this sort, but together with Mr. Parrish we made a careful search through the Statutes and ascertained that Section 31 of Title 50, U. S. Code, one of the few remaining sections of the original Espionage Act, is apparently directly in point, particularly paragraphs B and D of said section, which makes it unlawful to publish any information of this character which has been obtained in any manner which would work injury to the United States. Mr. Dodds called Mr. Castle on the telephone. He did not at this time talk with Mr. Castle, but later informed me that Mr. Castle had called him back when he had informed him of his opinion that Section 31 of Title 50 would be applicable, and that either the State Department or the War Department, whichever was the more interested, should make a formal demand upon Mr. Yardley or upon the publishers of his new book for the withholding of the information, and also warn both Mr. Yardley and the publishers that if they did publish this information they would be prosecuted under this section of the Code. Mr. Castle stated that he would immediately notify the War Department, as it was the one orimarily interested. The matter was closed at this juncture.

I advised you orally of the above, but in the rush of work on the bonus marchers neglected to prepare a memorandum at that time.

TATION CONTAINED

Respectfully,

1932

DEPARTMENT OF JUSTICE

CODE EXPERT'S MS. ON JAPAN IS SEIZED

Federal Men Impound Work by H. O. Yardley, Wartime Head of Cryptographic Bureau. 13

GRAND JURY GETS CASE

Author is Accused of Taking Secret Diplomatic Documents When He Left Service.

The manuscript of a new book by Herbert O. TYardley, author of "The American Black Chamber" and head of the secret American Cryptographic Bureau during the World War, was seized here yesterday and impounded by the Department of Justice under Section 32, Title 50, of the United States Code, which prohibits agents of the government from appropriating secret documents

government from appropriating secret documents

The manuscript, entitled "Japanese Diplomatic Secrets," is said to deal, like "The American Black Chamber" published two years ago, with the intercepting and decoding of instructions sent to delegates at the Washington Arms Conference in 1922. It is said also to disclose that the Japanese delegation was instructed to "hold out" for a certain limited time, and if, at the end of that time, the British and American delegations showed no signs of yielding, to "give in." Thus, the book is said to assert, the American delegates were able to anticipate the action of the Japanese delegation.

A short time ago Mr. Yardley submitted the manuscript to the Macmillan Company for approval. Yesterday a United States Marshal called at the offices of the publishing firm, advised George P. Brett Jr. that he was wanted at the Federal Building, and told him to take the manuscript of "Japanese Diplomatic Secrets" with him.

About the same time a marshal appeared at the offices of George

matic Secrets" with him.

About the same time a marshal appeared at the offices of George T Bye, Yardley's literary agent, at 535 Fifth Avenue Mr. Bye was not there, so the marshal left a telepone number with instructions that Mr. Bye call it as soon as he returned. When Mr. Bye did so he, too, was told to appear at the Federal Building.

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NOT RECORDED

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NEW YORK TIMES 2/21/33 ALL INFORMATION CONTAINED

ALL INFORMATION SERVING February 21, 1933.

#### MEMORANDUM FOR MR. MATHAM.

Mr. Fay advised me today that Mr. Wedesar, a newspaper man of New York City, had made inquiry concerning the alleged visit of Special Agent in Charge Connelley to United States Attorney Medalic and the fact that Mr. Medalic has stated if the book which Mr. Yardley is preparing is published war between the United States and Japan would result. Mr. Wedesar wondered if there was any connection between Mr. Connellmy's visit and Mr. Medalic's statement.

Very truly yours,

Director.

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#### JAPANESE DIPLOMATIC MESSAGES

JAPANESE DIPLOMATIC MESSAGES

Pears that a British publi.her may be offered a book about Japanese secret diplomacy to prevent the publication of which a Bill was recently rushed through the United States Congress are now being expressed in official circles in Waythington. This book by Mr Herbert Of Yardley who was head of the secret decoding un of the United States Government until 1928 is believed to be an extension of the ret valuous contained in his Thecamerica Black Chamber and to deal exclusively with messages from the Japanese Government to its Washington Embassy. These messages were latercepted and decoded by Mr Yardleys office between 1918 and 1829 when Mr Henry L Stimeon then US Secretary of State disbanded the secret decoding bureau as unworthy of the Government and contrary to good ethics.

I was anxiety about the result of the publication of such a book that led the present United States Government to rush that the united States provides that the publication of such as the contract of the United States provides that the publication of secrets considered intimical to State interests of the United States provides that the publication of secrets considered intimical to State interests of the United States provides that the publication of secrets considered intimical to State interests of the United States provides that the publication of secrets considered intimical to State interests of the United States provides that the publication of which the Bill was designed to prevent was considered dangerous to the already strained relations between the United Strates and Japan I is now admitted however that this so-called Gag Bill which has been regarded by some Congress men as a menace to the freedom of the Press has no power beyond United States boundaries and the book might therefore be offered to British or other overseas publishers

PREVENTING PUBLICATION

Then the only hope of preventing publication would be by a request from the

PREVENTING PUBLICATION

PREVENTING PUBLICATION
Then the only hope of preventing publication would be by a request from the United States Government through ordinary diplomatic channels
Mr Yardleys The American Black Chamber published two years ago, did much towards accentuating the difference, between the United States and Japan states the Washington correspondent of the Brittle United Press
It revealed that during the Washington Arms Conference Mr Charles Evan Hughes then Secretary of State was daily given by Mr Yardleys office decoded copies of intercepted messages of instruction from Tokyo to the Japaness delegation and therefore knew in advance what the tactics of the Japaness would be

The book led to bitter recriminations against the United States in Japan, and made Mr Yardley famous in the United States.

The book led to bitter recriminations of the United States in Japan, and made Mr Yardley famous in the United States.

When Mr Stimson found out about the work of Mr Yardleys bureau after he came to office as Secretary of State he ordered the cessation of the activities of the secret decoding experts.

Anxiety was shown by the authorities when it was known that Mr Yardley had another book on the way and when he replied to protects by saying that he contidered it his patriot'c duty to show what important work, Mr Stimson had stopped because of mere nalve idealism the only course left for the Government was to rush through a Bill on the lines of the British Official Secrets Act.

This was done only after legal action had failed.

The manurcript of Mr Yardleys impending book had been seized by the District Attorney in New York City and he and his literary agent were secretly brought before a Federal Grand Jury but when the two men took a firm stand it was found that there were no laws underwhich either Mr Yardley or his manuscript could be held. Mr Yardley maintained that it was his patriotic duty to reveal the technique of Japanese methods in the United States.

During the war Mr Yardley and his etaif were engaged in decoding secret enemy messages and their work was continued afterwards for the decoding of diplomatic messages.

The decoding bureau was in an office building in New York On the door was the title Code Compiling Company presumably a business organisation preparing codes for commercial firms. In fact Mr Yardley and some of his staff in the front offices of his suite actually did business in selling commercial codes while he was also a licensed estate agent. These activities however were merely a screen for the secret Government decoding work.

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ALLE THANK USANDE AN 62. 11 1-4X

"He American Black Chamber", and have been advised you con me his mail address. This matter may develop something of interest to all concerned wild greatly appreciate it if

After days, return to Box 4 SAN LUIS OBISPO, CALIF. ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED UATE 4/07/85 BYSP7umaels Mutin Mr. Hoover, Director.

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Jan CSii 62-27581-5

PRORDE:

May 20, 1933

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Mr. H. L. Taff, Box #4, San Luis Obispo, California.

ALL INFORMATION DONTAINED
HURCH IS UNCLASSIFIED
DATE 8/07/85 3YS/7cmac/spm

Dear Sir:

I have received your letter of May 12, 1933, and in response thereto am obliged to advise you that wr. Herbert 3. Yardley, of whom you inquire, has never been connected with this Bureau, and there is no information concerning his address in our files. Inasmuch as ar. Yardley was formerly connected with the State Department, paragraph to a information cay be forthcoming from that source.

The self-addressed stumped envelope which you enclosed with your letter is being recurred herewith.

Very truly yours,

Director.

Enclosure #061626.

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April 12, 1934.

Lieutenant Colonel C. K. Mulsen, Executive Officer, General Staff, Military Intelligence Division, War Department, Washington, D. C.

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APR 17 1934

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Dear Sire at from army d

With reference to telephonic inquiry made by Major Paschal of your Division of Mr. Little of this Division on April 6, 1934, please be advised that copies of the advertisement, relating to the publication of "The Blonde Counters" by Herbert O. Tardley, have been referred to the Criminal Division of the Department for consideration and advice whether investigation is desired in connection therewith concerning the publication of confidential material.

Very truly yours,

I Lunci Hoover

Director.

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AFR 14 1534

April 12, 1934.

was 5/4 62-27571-6

MEMORANDUM POR ASSISTANT ATTORNEY GENERAL KKENAN.

There are transmitted berewith two photographs representing an advertisement for a book published by Herbert O. Yardley entitled "The Blonde Counters". It will be noted that instructions appear at the top of this advertisement to dip the sheet in water. The photograph containing all black characters represents the sheet before being dipped in water and the photograph bearing the white letters, in addition to the black, represents the result of so treating the paper.

This matter was referred to this Division by the Military Intelligence Division of the War Department, particular attention being called to the fact that the material used by Yardley was obtained, confidentially, during his employment by the Government with the "American Black Chamber". Major Paschel of the Military Intelligence Division states that this book was published on April 4, 1934 by Longmans, Green and Company of New York City, and that a violation of E. E. 4420, 73rd Congress, First Session, prevails in connection with the publishing of confidential material. Major Paschal advised that, it was his recollection, manuscripts, used in the preparation of this book, were seized by the Department of Justice. So record concerning this seizure appears in the files of this Division.

I shall appreciate being advised whether any investigation. on the part of this Division, is desired in connection with the information furnished by the Military Intelligence, relative to the publication of Yardley's book.

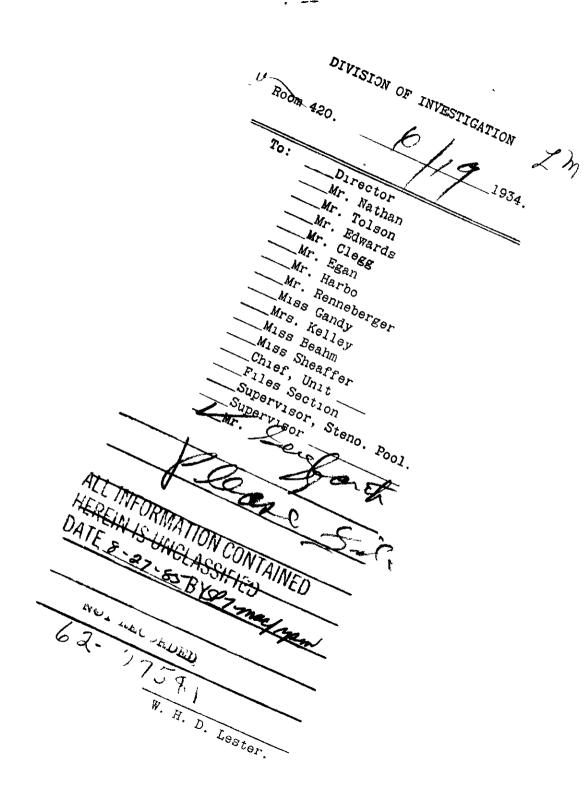
Very truly yours.

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Director.

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# Division of Investigation

H. S. Department of Justice Washington, D. C.

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April 7, 1934.

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On April 6, 1934, I received a telephone call from Major Paschal of the Military Intelligence Division of the War Department.

Major Paschal states that about a month ago an advertisement of a book to be published by Yardley was forwarded to the Division. This advertisement indicated that Yardley was contemplating incorporating in this book information obtained, confidentially, during his employment by the Government with the Mamerican Black Chamber. Major Paschal desires to be advised what action is being taken by the Division in connection therewith.

The File Room has no record of a communication being received from the Military Intelligence concerning this matter and I called this to the attention of Major Paschal. He stated that the advertisement was not transmitted by letter, but merely by a roughhand note. There were instructions upon the sheet to dip it in water and when this was done printing was disclosed concerning something about gags imposed by Congress. Instructions on the circular stated, "Be sure your Congressman is in town. Then dip this sheet in water." The advertisement indicated that Yardley was the only man prevented from publishing a book by act of Congress. Major Paschal understands that this book was published April 4, 1934 by Longman's and believes it to be a violation of H. R. 4420, 73rd Congress, First Session. He understands that the Department of Justice seized manuscripts in connection with the preparation of this book.

I communicated with Mr. Appel, who stated that the advertisement was received by the Technical Laboratory without any cover whatever and he is having photostatic copies prepared in order to submit the matter to the Criminal Division for consideration.

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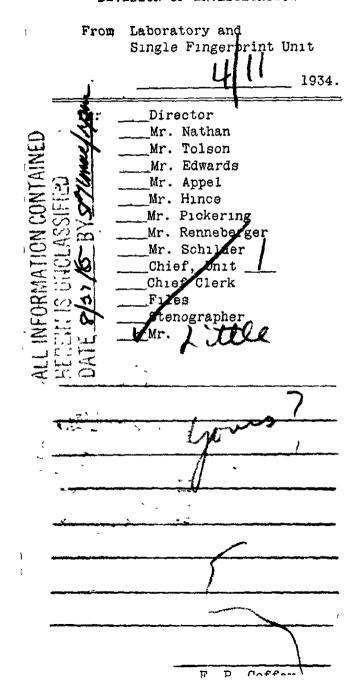
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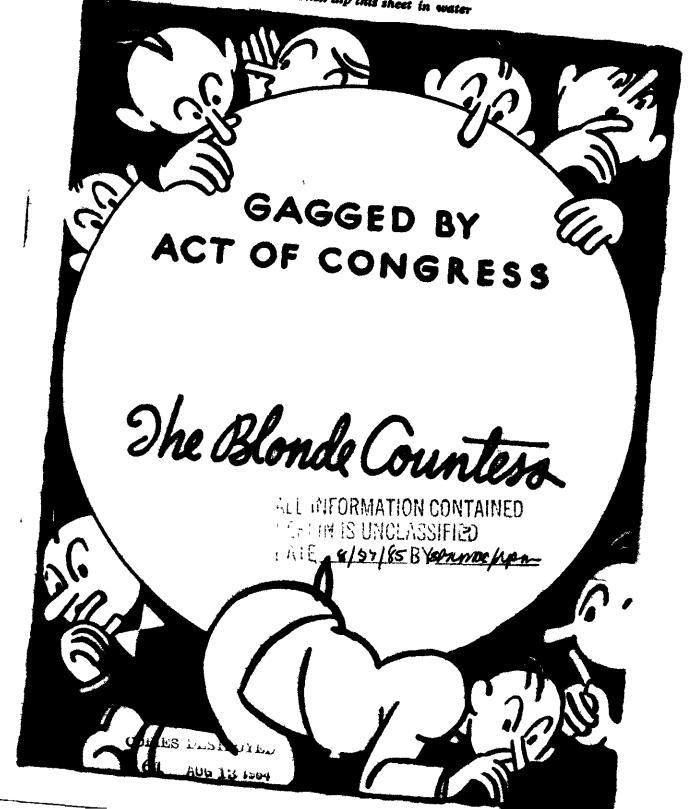
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#### DIVISION OF INVESTIGATION



Be sure y r Congressman's in Washington-



## THE ONLY AUTHOR EVER

# Resorts to fiction in this novel about The American Black Chamber

By Major Herbert O. Yardley Published by Longmans, Green & Co. 114 Fifth Avenue New York

#### April 24, 1954

#### MEMORANDUM FOR ASSISTANT ATTORNEY CEMBRAL KNEMAN

Attention is invited to my memoraneous dated April 12, 1954, requesting to be advised shether investigation is desired in connection with the publication of "The Blonde Countess" by Herbert O. Israley, the matter having been referred from the Military Intelligence, as warranting investigation, due to the fact that confidential information is incorporated in this book.

Very truly yours,

Director.

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April 26, 1934.

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Brigadier General Alfred T. Smith, Chief, Military Intelligence Division, War Department, Washington, D. C.

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Lear Sirt

Major Paschal of your Division recently referred a copy \$17.00 of the advertisement of "The Blonde Countess" by Major herbert 0. 10. Isrdley, to this Division for consideration in view of the fact that it is reported that Yardley incorporated in his book certain information obtained confidentially during his employ in the "American Black Chember".

The matter was refer ed to Assistant Attorney General Keenan for consideration and I am attaching hereto a copy of Mr. Acenan's reply dated April 17, 1934. I shall appreciate receiving a response from you in accordance with the suggestion contained in the last paragraph of Mr. Keenan's memorandum.

Very truly yours,

1 Augus de ves

Director.

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JBK TAKP

#### DEPARTMENT OF JUSTICE

WASHINGTON, D.C.

FAP-muh

April 17th., 1964.

Bargeman

#### MELORAL DU. FOR THE DIRECTOR, DIVISION OF INVESTIGATION.

I have your memorandum of the 12th instant, transmitting two photographs representing the advertisement for a book published by Herbert O. Yardley, entitled "The Blonde Countess". The matter was referred to your Division by the Military Intelligence Division of the War Department, particular attention being called to the fact that the material used by Yardley was obtained confidentially during his employment by the Government with the "American Black Chamber". Despire Paschal of the L. I. D. states that this book was sublished on April 4, 1934 by Longmans, Green & Company of New York, and that the publication constitutes a violation of the Act of June 10, 1933, Public No. 37, 73rd Congress, M.R. 4220. You request to be advised whether any investigation should be made by your Division.

The act of June 10, 1983 provides in substance that whoever, by virtue of his employment by the United States, shall obtain from another or shall have custody of or access to, or shall have had custody of or access to any official diplomatic code, or any matter prepared in any such code, or which purports to have been prepared in any such code, and shall wilfully, without authorization or competent authority, publish or furnish to another any such code or matter, shall be fined or imprisoned as provided.

It is obvious that it is impossible to determine whether there may nave been a violation of such statute on the basis of the information turnished the Department. I suggest that you request Major Paschal to have the Secretary of ar subsit to this Department a statement of facts now available indicating the circumstances of Major Yerdley's appointment or employment by the United States and a copy of the book "The Blonde Countess" with the portions thereof which it is thought violate the statute marked insolar as possible. We shall then be in a better position to deter ine whether an investigation is warranted.

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Assistant Attorney General.

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# **Bivision of Investigation**

H. S. Bepartment of Instice

JBL: CSH

Washington, B. C.

April 26, 1934

MEMORANDUM FOR MR. NATHAN

On April 25, 1934 Major Paschal of the Military Intelligence Division, War Department, called at my office and left the two attached newspaper clippings from unidentified Pennsylvania newspapers, relating to the book entitled "The Blonde Countess", by Herbert O. O Yardley.

Copies of these articles are being submitted to the Criminal Division, inasmuch as a previous complaint made by the Military Intelligence concerning this book was referred there also.

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APR 27 = 4

SPRY O LL.

#### From a Pennsylvania newspaper - name unknown

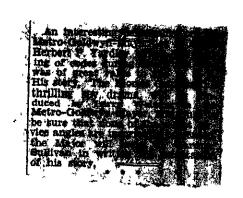
Received from Major Faschal on April 25, 1934

triple in a poral of wartine in-triple in Washington, and dis-linguished in that it is considerably have credible than those novels of the Oppenheim school of inter-Major Yardley, author of "The American Black Chamber," has used

all his knowledge of spies and spy detection to make the story excit-ing, and he has a smooth way of writing which makes a book of this

kind easier to read

The blonde Countess, as you probably have guessed, is a German spy-indeed is the J37 who is keeping the Secretary of War and a'l his staff in a dither She is obtaining information which imperils American troopships How she is captaired with secret-ink detectors, ordes, wireless and all the other and to espionage and counter-enionage makes a more thrilling stary than a mere catalogue of the events would spow R B S



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#### A CREDIBLE SPY NOVEL

The Blonde Countess.
By Herbert O. Yardley. Longmans, Green. \$2.

There is a novel of wartime intrigue in Washington, and distinguished in that it is considerably more gradible than those novels of the Oppenheim school of international skullduggery.

Major Yardley, author of "The American Black Chamber," has used all his knowledge of spies and spy detection to make the story exciting, and he has a smooth way of writing which makes a book of this kind easier to read.

The blonde Countess, as you probably have guessed, is a German spy — indeed is the J37 who is keeping the Secretary of War and all his staff in a dither. She is obtaining information which imperils American troopships. How she is captured—with secret—ink detectors, codes, wireless and all the other aids to espionage and counter—espionage — makes a more thrilling story than a mere catalogue of the events would show.

An interesting personality on the Metro-Goldwyn-Mayer lot is Major Herbert P. Yardley, whose deciphering of codes during the World War was of great value to the U. S. A. His story, "The Blonde Countess", a thrilling spy drama, will be produced by Larry Weingarter for Metro-Goldwyn-Mayer, and, just to be sure that none of the secret service angles are incorrectly presented, the Major will assist C. Gardner Sullivan in writing the adaptation of his story.

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April 27, 1934

#### MEMORANDUM FOR ASSISTANT ATTORNEY GENERAL KEENAN

Attention: Mr. Farrish

With reference to "The Blonde Countess", by Herbert O. Yardley, which is the subject of a complaint made by the Military Intelligence Division of the War Department, there are transmitted herewith copies of two newspaper articles appearing in an unidentified Pennsylvania paper, which were submitted to this Division by Major Paschal of the Military Intelligence Division.

Very truly yours,

Director.

Enclosure 554191.

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JBL: CSH 62-27581-11

62-27581-11 May 5, 1934

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MENORANDUM FOR ASSISTANT ATTORNEY GENERAL KRENAM

With reference to "The Blonde Countess" by Herbert 0. Yardley and the complaint made by the Military Intelligence Division of the War Department, with reference thereto, there is transmitted herewith a copy of a letter received from Brigadier General Alfred T. Smith of the Military Intelligence Division, dated April 27, 1934.

In view of the information contained in the letter of General Smith, this Division is considering the matter closed unless advised to the contrary by you.

Very truly yours.

Director.

Enclosure 551003.

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Division of Investigation

U. S. Department of Justice Washington, D. C.

July 5, 1937.

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During tele, nonce convertation, Ar. Pay stated that while he are tolling with associan, no as no the Fiction Editor for the Charley mental Trabune, the stated that we have tarmed down the story on Intrigue, involving Jopen, which are submitted to her by Yardley some time ago. Fr. Tay indicated that he had called you relative to this everal months ago.

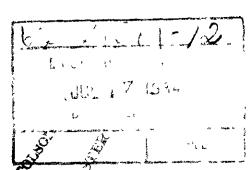
Respectfully,

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1. SISTIST BYSPILMS INFO

MARCH TON

11.1 1934



Be sure ur Congressman's in Washington
Then dip this sheet in water



THE ONLY AUTHOR EVER

Resorts to fiction in this novel about

The American Black Chamber

By Major Herbert O. Yardley Published by Longmans, Green & Co. 114 Fifth Avenue New York Federal Bureau of Investigation ACC

U. S. Department of Instice

Washington, **B.** C.

May 14, 1935.

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UNTE 8/67/85 BYSPYLMAR from

#### MEMORANDUM FOR THE DIRECTOR

Colonel Lincoln telephoned of Tuesday morning, stating that he had received a clipping from the New York Times which indicates that the "American Black Chamber" is to be put on in the movies by the Metro-Goldwyn-Mayer Corporation. Colonel Lincoln wondered whether the Department of Justice could take any action in this matter. He referred to the fact that a law was passed concerning the use of governmental information subsequent to the publication of this book and as a result of its publication. He did not know whether the fact that the law was passed after publication of the book would make it a violation to use the contents of the book for motion picture purposes.

I told Colonel Lincoln that I did not know what the situation would be in this regard, but that I would be glad to have it looked into. He stated he would send to the Bureau the New York Times clipping in order that we might read the statements concerning the forthcoming motion picture.

Respectfully

Clyde Tolson.

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BELUEDING 2 - 4 / 31 - 14 May 22, -935.

Brigadier General H. E. Enight, General Staff. Military Intelligence Division. War Department, Washington, D. C.

8/27/85 ASPrimaryon

My dear General:

This will acknowledge receipt of your letter of May 14, 1935, in which you called my attention to the Production of a proposed notion picture contexplated by Netro-Goldwyn-Mayer based on the book entitled "The American Black Chamber" by Yardley.

I have read with extreme interest the clipping from the New York Times, which you enclosed with your letter, and wish to thank you for your courtemy and thoughtfulness in making this information available to me.

I have also noted with interest that you have brought this matter to the attention of Honorable Wilbur J. Carr, Assistant Secretary of State.

With best wishes and kindest regards. I beg to remain

Very truly yours,

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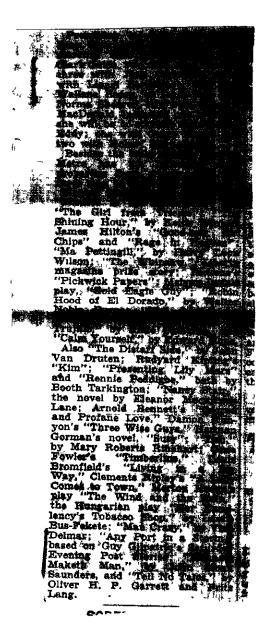
TWO DICKENS PICTURES

Garbo, Gable, Harlow, Crawford, Grace Moore to Be Starred.

Metro-Goldwyn-Mayer will produce forty-nine feature films and seventy-three shorts during the 1935-36 season, according to an announcement made here yesterday coincident with the opening of the company's sales convention in Detroit The total represents a slight increase over last season's production schedule.

Chief among the new pictures will be film versions of Dickens's "A Tale of Two Cities," starring Ronald Colman, and "Oliver Twist"; Franz Werfel's "The Forty Days of Musa Dagh," Eugene O'Neill's "Ah Wilderness," "Ana Karenina," with Greta Carso; "The Bishop Misbehaves," the current John Golden stage production; Jules Verne's "Twenty Thousand leagues Under the Sea," Major Herbert O'Yardley's "The Black hamber," starring William Powell, ignuind Romberg's "Maytime," and "The Prisoner of Zenda"
Also scheduled for the new sea-

Also scheduled for the new seaon are "China Seas," with Wallice Beery, Clark Gable and Jesn
Harlow; "Broadway Melody of
1936," a musical; "The Great Magild," with William Powell as
ild," "Gitter," with Joan
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I'd, "After the Thin Man



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William King Ai

## Rederal Bureau of Investigation United States Department of Justice Mashington, D. C.

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LEMORANDUM PO~

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Re: Herbert Osborn Yardley

I heard a rumor that Yardley it back to Washington and furthermore that he had been employed by the State Department to reopen the Black Chamber. I asked in Rosen to make discreet induity of Fletcher agree and agree stated there as nothing to ıt.

Subsequently, I was walking with Colonel Atkins of the Army Signal Corps on another matter. I asked him. He stated in the highest confidence that it was true and that Yardley was back in Washington and that he has been hired under a very secret Government contract to an special work involving several of the government departments. He but ted to the wanted it understood that although the Mar Department is interested they were not employing him as a car Department employee. He again asked that the information by treated in the highest confidence. 5-4 84

Mr. Rosen ubsequently told he that Warren called back and stated his first information are erroneous and that he now understood Yardley as wek in the city but that definitely the state Department me not reopened the Black Chamber.

despectfully,

pet let from army att 8-26-86

CONTREMIAL

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# Rederal Bureau of Investigation United States Department of Instice Washington, D. C.

E.Y: 'IN

February 12, 1941

MEMORANDUM FOR MP. E. A. TAMI

Attached hereto is a blind memorandum containing pertinent data appearing in the files of the Bureau concerning Herbert O. Yardley, author and former State Department cryptographer.

Respectfully,

Man ?

F. W. Youngs

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February 11, 1941

#### MEMORANDUM

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RE: HERBERT OSBORN YARDLEY

Herbert Osborn Yardley was born in Worthington,
Indiana, on April 13, 1889, the son of Robert Kirkbride
Yardley and Emma Osborn. He was educated in the public
schools of Worthington, Indiana, and in 1914 married Miss
Hazel Milam of Worthington, Indiana. To this union was
born a son named His present address is
listed as Worthington, Indiana, and his residence in New
York City is unknown, although his New York telephone number
is reportedly Pennsylvania 6-5480.

According to data contained in "Who's Who in America," Yardley entered the service of the United States Department of State in 1912. With this service he devised a new diplomatic cipher code for the Department of State in 1914. Frm 1919 to 1929, he was in charge of the Cryptographic Department, ( the so-called Black Chamber ). He was also described as a lecturer in the cause of world peace. He served in the War College of the United States Army as Captain of the Signal Corps in 1917, and became a Major in 1918. He also served with the Chief of the Military Intelligence No. 8 from 1917 to 1918, and allegedly was on the Military Observers Staff with General Perishing in August 1918. According to this same source, Yardley was in charge of Military Intelligence at the Peace Conference in December 1918. In 1919, he was honorably discharged from military service and received the Distinguished Service medal in that same year.

As an author, Yardley has published the following books: "The American Black Chamber" in 1931; "The Blonde Countess" in 1934; "Red Sun of Nippon" in 1934.

In 1931 Yardley published his first back entitled,
"The American Black Chamber." This book published by the
Bobbs-Merrill Company, Indianapolis, Indiana, is a narrative
history of the development of the State Department and
Military Intelligence code cryptographic bureaus. In only a
partial way are methods of deciphering codes referred to inthis book, however some of the most famous war ciphers are

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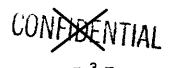
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In this publication are contained the author's comments concerning what was described as being a "bad situation in connection with cryptographic work in various departments of the Government during the World War."

Information was received to the effect that Yardley in 1932 contemplated the publication of another book which was to contain a substantial amount of information concerning Japanese telegrams containing diplomatic secrets sent to Japanese delegates at the Washington Arms Conference in 1922, which were intercepted and decoded by American representatives. He planned to have this book published by the Macmillan Company. but prior to the publication thereof, the Department of Justice caused the manuscript to be impounded for the reason that the publication of this material would involve the revelation of state secrets under Act 32, Title 50 of the United States code prohibiting agents of the Government from appropriating secret documents. This act on the part of the Government resulted in considerable newspaper publicity and according to a newspaper account, fear of the possible results of the publication of such a book on diplomatic relations with the Japanese Government led Congress to pass legislation strengthening the ban against revealing secrets considered inimical to state interests. As a matter of interest, in this newspaper account it was also alleged, in 1929 the United States Secretary of State disbanded the secret decoding bureau of the State Department as "unworthy of the Government and contrary to good ethics." The newspaper account went on to say that the Government's attempted legal action against the publication of the alleged interception of diplomatic messages failed, and that as a result thereof, Congress was compelled to pass more stringent legislation.

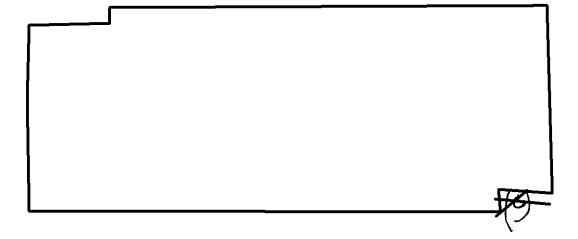
The incident above referred to was used by the publishers of a subsequent book by Yardley entitled, "The Blonde Countess," published in 1934 by Longmans, Green and Company, 114 Fifth Avenue, New York, New York. To advertise



this latter publication of Yardley, the publishers issued an advertisment entitled, "Gagged by act of Congress — The Blonde Countess," and appearing upon this advertisement were instructions to dip it into water and when this was done printing was disclosed revealing the following words, "The only author ever Gagged by Act of Congress resorts to fiction in his novel about the American Black Chamber 'The Blonde Countess' by Major Herbert O. Yardley, published by Longmans, Green and Company, 114 Fifth Avenue, New York."

As a matter of interest, "The Blonde Countess" was reviewed and characterized as, "A credible spy novel," of war time intrigue in Washington. "The Blonde Countess," is characterized as a German spy who obtains information, "imperiling American troop ships and in an exciting manner shows how she is captured with secret ink detectors, codes, wireless and all of the other aids to espionage and counterespionage."

Newspaper accounts in May, 1935 carried the story that the Metro Goldwyn Mayer moving picture concern contemplated the filming of the story of Yardley's book, "The American Black Chamber."



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YakLLEY, Herbert O(sborn), writer; born Worthington, Ind., April 13, 1889; s. Robert Kirkbride and Emma (Osborn) Y.; ed. Worthington, Ind., High School; m. Hazel Milan, of Worthington, Ind., 1914; 1 son,

b6 b7C

Entered U. S. Dept. of State, 1912; devised new diplomatic cipher code for Dept. 1914; in charge cryptographic Dept. (so-called Black Chamber), 1919-29; lecturer in cause of world peace. Served U.S.A. War Coll., as Capt. Signal Corps, 1917; maj. 1918; Chief of Mil. Intelligence No. 8, 1917-18; mil. observer staff Gen. Pershing, Aug., 1918; in charge mil. Intelligence C-17 at Peace Conf., Dec., 1918; rec'd. Distinguished Service medal, 1919; hon. discharged, 1919.

Author: The American Black Chamber, 1931; The Blonde Countess, 1934; Red Sun of Nippon, 1934.

ADDRESS: Worthington, Ind.

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address in my notion but his til, time It Herbert O. Yardley 61-7566-538 Dr A. B.M. 351512. It, ally her with to Bh Vinto accorden for he good on sayin met. to - Gardley but lett, wo men -62-21873-75 my & D. Creek, 1700 M St. NW WILL DE com 4 13 July 21, 1939 + 1. 4 10 m. Prichengre a top Cryptregrybre device the former unverted. Commets ne bed such a commender as experience in the memory. don't I his with all leg had mus for the point. The amount Buck Charles with opel, 7 th relate my Al I I was. Immo I waters.

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CONTINUE AND

February 14, 1941

BY SPECIAL MESSENSE

Brigadier General Sherman Hilos Assistant Chief of Staff G-2, Nor Department Washington, D. C. Poor Comerci Miles:

I have received a report from a confidential informant of the Barown who is electioned in New Most City and who is associated with the newspaper profession. In view of the mention made of the War Department in this supert and the possibility of publicity arising from the situation statisms, I thought you should have the benefit of this information. The report stated:

"The verking grows in New York City is intennely interested in Nerbert 9. Norther, the eather sens years ago of the rather asteunding 'The Black Chasher', in which you will recall Tardley exposed the departions of the Crystography Sections of the Pederal Covernment during the World War paried. Tardley resently disappeared from his New York befores and Amendation by assupaper ass Chasheaut that he has moved to Nachington, where he is residing in Apartment 43 at 1789 Laniar Place, N. N. Purther inquiries have disclosed that Tardley has been angued in some confidential especity by the Nor Napartment and is employed there at the present than, The name what are all surefully matching each other on this story, each one anticipating that semeone clas will break the story, after which everybody will 'go to tunn'. No one song the reporters can understood by the Nar Nagartment or any other governmental agency would hire Tapalley for any confidential work after the diagreesful memor in which he sold out the Federal Covernment after his amplement in a confidential applicate display the last war. Then this story breaks, it will pickelly be in such a vain that it will ridicals display simple who are respective.

This designation is to necespaper remor. It has been verified by the reportance Shortestained the first leads on this B 19 1911 story MAILED

\* FEB 14 1941 \*

Sincerely years,

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John Migns Hoover Misseter

#### JOHN EDGAR HOOVER DIDECTOR

DATE 12-01-2011

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ederal Bureau of Investigation

### United States Department of Justice

Washington, D. C.

MEMORANDUM FOR THE DIRECTOR

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pate February 15, 1941

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Mr Ouinn Tamm

Mr. McIntire Mr. Kichola

Mr. Caller

Tele. Room Tour Room

Mr. Kielskauf

In talking with Vincent Astor yesterday, I told him of the comments which had been made to Mr. Clegg by concerning Herbert G Yardley,

whom Astor recalled

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I then informed him of the information received as to Yardley's present connection with the har Department and pointed out that, of course, such situations as this would tend to alienate any happy marriages between the

espectfully,

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P. I. Foxworth

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72. L. 408 Janes.

JOHN EDGAR HOOVER DIRECTOR

## CONFIDENTIAL

### Hederal Bureau of Investigation United States Department of Instice Washington, D. C.

JBL: ECR

May 21, 1941

ral from FCC let. attal 8/01/86 nom ATF deal 814186

Mr Tolson

Mr F A Tamm ... Mr Clogg ....

Mr Faxworth . . . Mr Glavin

Mr Ladd ... Mr Nichols ...

Mr Rosen ... Mr Carson ....

Mr Drayton ... Mr Quinn Taram.... Mr Hendon.... Mr Tracy .....

Mr. George E. Sterling of the Federal Communications Commission advised me telephonically on May 20, 1941, that C. E. Reeves of the Alcohol Tax Unit, had contacted him for Major Gardley, the author of "The American Black Chamber." Mr. Sterling stated that Yardley is representing some people outside of the United States who are interested in obtaining high frequency radio direction finder equipment. Reeves indicated that Yardley wished such inquiries to be guarded and treated with secrecy. Mr. Sterling furnished Reeves with the names of a few suppliers of equipment of this kind. | 5 - 1 (3) U

Mr. Sterling stated that he thought the Bureau would be interested in this inquiry on the part of Major Yardley and that any additional information he receives will be called to the Bureau's attention.

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Mr K. A Tamen Mr Glegs Mr. Fexworth Mr. Glavin Mr. Ladd	- I GNM	MUNICATIONS SE	THE TANK		X.	m/s	
Mr Rosen Mr Garson Mr. Drayton Mr. Quinn Tarnts Mr. Henden Mr. Trety	FF1F	JUN 12194	le	MUNITIAL	front	•	

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Hederal Bureau of Investigation

United States Department of Instice

Mashington, A. C.

JBL: VGG

June 6, 1941

Mr Carson
Mr Drayton
Mr. Quinn Tamm
Mr. Kenden
Mr. Coitey
Mr Marbo
Telo. Room
Tour Room
Mr Nease
Mr. Tracy

Miss Sandy

MEMORANDUM FOR MR. P. E. FOXWORTH

Mr. Sterling of the Federal Communications Commission called me on the afternoon off June 4, 1941, and advised that he thought we might be interested in the fact that Major Yardley, author of "The American Black Chamber", is representing China in the purchase of radio equipment and is going to Canada in connection with negotiations on the part of the Chinese Government to obtain the hundred Hallicrafter receivers. [5-]

Mr. Sterling's source was a Treasury Department representative.

Respectfully

John B. Littl

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### FEDERAL BUREAU OF INVESTIGATION

### Laboratory

Date	1941
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According to data contained in 'ho's sho in america, Herbert Osbern Yardley was born in Forthington, Indiana on april 13, 1889. He was educated in the public schools at sorthington, Indiana, and in 1914 married liss Hazel Bilam of that city. It is noted that he entered the employ of the Department of State in 1912, and devised a new diplomatic cipher code for the State Department in 1914. He served in the Sar College of the United States army as a Captain of the Signal Corps in 1917, and became a Major in 1918. He also served with the Chief of Military Intelligence No. 8 from 1917 to 1918, and allegedly was on the Military Observer Staff with General Pershing in Lugust, 1918. In 1919 he was honorably discharged from military service and received the Distinguished Jervice Recal.

From 1919 to 1929 Yardley was in charge of the secret cryptographic department maintained by the imerican Government, which was disbanded in 1929 at the order of the Secretary of State Stimpson.

On hovember 26, 1920, information was received from a confidential source that "I'r. Yardley" was conducting a "little private enterprise for his own benefit." It appeared that Yardley, in conjunction with a Dr. Lendelssohn, who was formerly employed as a translator, and a Mr. Menth, was compiling a connercial code for a private group, for which Yardley and his associates were to be paid \$\pi\$15,000. There is no further information available which would specifically identify this "Mr. Yardley" with Herbert O. Yardley, the subject of this memorandum, but because of the nature of the information, it is being set out herein as possibly relevant.

Following the disbarding of the secret governmental group of cryptanelysts headed by Yardley, he published a book entitled "The American Black Chamber," Bobbs—Terrill Company, 1931. The book was a general treatment of the history of secret decoding work carried on under Yardley's supervision, and deals generally with the development of War Department and hilitary Intelligence cryptographic work, emphasizing the practical value to this government which was derived from the secret

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analysis of intercepted, coded messages of other governments. The author commented on what was described as a "bad situation in connection with cryptographic work in various departments of the Government during the Jorld Jar."

Prior to the publication of "The American Black Chamber", information received from a reliable source on June 3, 1930, indicated that Yardley was threatening to make public certain confidential secrets of the Arr Department. This party remains unclassified at the form

Following the nighty successful publication of "The American Black Chamber", information was received on September 10, 1932, that Yardley was about to publish another book, and that it would deal almost exclusively with material derived from the decoding of secret Japanese cables to Japanese governmental representatives in Mashington. It was stated that Yardley was at that time consulting two good lawyers in order to avoid a libel suit; further, that Yardley had in his possession numerous copies of original Mar Department material, and also had retained material that should originally have been placed in the Mar Department files.

On February 21, 1933, an article in the New York Times, entitled, "Code Expert's IS. on Japan is Seized," stated that "Federal men impound work by H. O. Yardley, ar-time head of Cryptographic Sureau-Grand Jury gets case-Author is accused of taking secret diplomatic documents when he left service."

This article reported the service of subpoena on Yardley's publishers and literary agent, who were required to testify before the Grand Jury, the subpoena requiring them to produce the manuscript of the proposed new book entitled, "Japanese Diplomatic Secrets."

The manuscript was said to disclose, in particular, information derived from the decoding of secret Japanese instructions to their delegates at the mashington arms Conference in 1922.

On April 4, 1933, information received from a reliable source stated that the State Department was said to have felt that the publication of confidential matters such as the decoded Japanese cables to "its arms Conference delegates in 1922, would be diplomatically emparrassing. According to this source of information the State Department had caused the United States attorney for the Southern pistrict of New York to institute appropriate legal action in enjoining publication of the book, "Japanese Diplomatic Secrets."

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In the May 28, 1933 issue of the "Japan Chronicle", published in the English language at kobe, Japan, there appeared an article entitled "State Secrets Decoded—Japanese Diplomatic Lessages." This article stated:

"Fears that a British publisher may be offered a book about Japanese secret diplomacy, to prevent the publication of which a bill was recently rushed through the United States congress, are now being expressed in official circles in Washington. This book, by Mr. Herbert O. Yardley, who was head of the secret decoding unit of the United States Government until 1929, is believed to be an extension of revelations contained in his 'The merican Black Chamber' and to deal exclusively with messages from the Japanese Government to its mashington Embassy."

The article continues:

"Ir. Yardley's 'The .merican Black Chamber,' published two years ago, and much to wards accentuating the differences between the United States and Japan, states the washington correspondent of the British United Press...the wook led to bitter recrumnations against the United States in Japan and made Mr. Lardley famous in the United States...animety was shown by the authorities when it was known that Ir. Yardley had another book on the way, and when he replied to protests by saying that he considered it his patriotic duty to show what important work Ir. Stirkson (Secretary of State) had stopped because of mere naive idealism, the only course left for the government was to rush through a bill on the lines of the critish Official Secrets "ct. This was some only after legal action had failed."

on april 4, 1954, Longuans, Freen and Company, New York publishers, prought out a spy novel by Yardley entitled "The Blond Counters," described as a very readable novel concerning the imaginary operations of a lady spy in Ashin; to during the first orld far. The book was described as being an interesting study of various espionage and counter-espionage methods and activities.

Information was received on July 6, 1934, which indicated that Yardley had unsuccessfully attempted to sell the story "Intrigue" to a prominent New York newspaper, the story involving Japan.





On June 23, 195%, information was received from a confidential source that Lajor H. C. Yaraley was then living at an unknown address in New York, his confidential telephone number being Penn. 6-5480.

On september 7, 1040, a highly reliable source indicated that Yardley had arrived at Chuncking, China, in the autumn of 1936 and had lived there under the name of Osborne, pretending to transact business in hides. Actually, Yardley was reported to have been engaged in secret code work for the Chinese Government, leaving Chungking in agust, 1940. It was stated that shortly before leaving, he abandoned his cloak of secrecy and let his true identity and purpose be known generally among the international group in Chungking

as of June 28, 1941, information was received to the effect that Yardley was back in Tashington, D. J. It was rumored that he had been hired under a very secret Government contract to do special work involving several of the governmental departments 5-2/3/ from army

On Feoruary 14, 144, innormation was received that the working press in New York City was intensely interested in Heroert C. Yardley. It was stated that Yardley had recently disappeared from his New York address, and inquiries by newspaper on had disclosed that he had moved to makington and was residing at 1789 Lanier place, N. ... Further inquiries are said to have disclosed that fardley had been engaged in an unknown confidential capacity by unidentified governmental agencies, and that the newspaper men were carefully watching each other on this story, each one anticipating that someone else would break the story. This source of information expressed the opinion that no one among the reporters could understand why any governmental agency "would hire Yardley for any confidential work after the disgraceful manner in which he sold out the Federal Covernment after his employment in a confidential capacity during the last war."

On February 15, 1941, information was noted to the effect that

Information was received from a reliable source on May 20, 1941, that Yardley was secretly representing an outside friendly power and attempting to obtain high frequency radio direction finder equipment 5-37 1/2 (Amplited Authority of Amplitude 1971) 1/2 (Amplitude 1971) 1/2 (Ampli

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On June 6, 1941, information was received from a reliable source that Yardley was going to Canada in an effort to obtain one hunared short wave radio receivers, in the interest of a friendly power 5-3 XV

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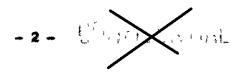
Asserding to data contained in Who's Who in America, Herbert Osborn Yardley was born in Werthington, Indiana en April 13, 1609. He was educated in the public mehoels at Werthington, Indiana, and in 1914 married Mise Hasel Milan of that city. It is noted that he entered the employ of the Department of State in 1912, and deviced a new diplomatic cipher code for the State Department in 1914. He served in the War College of the United States Army as a Captain of the Signal Corpe in 1917, and become a Major in 1918. He also served with the Chief of Military Intelligence No. 8 from 1917 to 1918, and allegedly was on the Military Observer Staff with General Pershing in August, 1918. In 1919 he was homorably discharged from military service and received the Distinguished Service Model.

From 1919 to 1929 Yardley was in charge of the secret cryptographic department maintained by the American Government, which was disbanded in 1929 at the order of the Secretary of State Stimpeon. (62-275:1-16)

On November 26, 1920, information was received from a confidential source that "Mr. Tardley" was conducting a "Little private enterprise for his own benefit." It appeared that Tardley, in conjunction with a Dr. Mendelssehn, who was formerly employed as a translator, and a Mr. Menth, was compiling a commercial code for a private group, for which Tardley and his associates were to be paid \$15,000. There is no further information evallable which would specifically identify this "Mr. Tardley" with Merbert O. Tardley, the subject of this memorandum, but because of the neture of the information, it is being set out herein as possibly relevant. (61-625-205; SI - 1920) (8)

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analysis of intercepted, coded messages of other governments. The author commented on what was described as a "bad situation in commection with aryptographic work in various departments of the Government during the World War." (61-27581-16)

Prior to the publication of "The American Black Chamber", information received from a reliable source on June 3, 1930, indicated that lardley was threatening to make public certain confidential secrets of the War Department. +62-27581-1: ol. loright little from January for the War Department.

Following the highly successful publication of "The American "Olabita" Black Chamber", information was received on September 10, 1932, that Yardley was about to publish another book, and that it would deal almost exclusively with material derived from the deceding of secret Japanese sables to Japanese governmental representatives in Washington. It was stated that Tardley was at that time compulting two good lawyers in order to avoid a libel suit; further, that Yardley had in his possession numerous copies of original War Department material, and also had retained material that should originally have been placed in the War Department files. (60-27501-13; P. Mastle, state etc.) U pu State Application.

On Pebruary 21, 1933, an article in the New York Times, entitled, "Code Experts MS. on Japan is Seised," stated that "Federal men impound work by H. O. Yardley, War-time head of Cryptographic Bureau-Grand Jury gets case-Author is accused of taking secret diplomatic documents when he left service."

This article reported the service of subposes on Yardlay's publishers and literary agent, who were required to testify before the Grand Jury, the subposes requiring them to produce the manuscript of the proposed new book entitled, "Japanese Diplomatic Secrets."

The manuscript was said to disclose, in particular, information derived from the deceding of secret Japanese instructions to their delegates at the Washington Arms Conference in 1922. (62-275-1-34; rew York from s, reb. 21, 1933)

On April 4, 1933, information received from a reliable source stated that the State Department was said to have felt that the publication of confidential matters such as the deceded Japanese sables to "its Arms Conference delegates in 1922, would be diplomatically embarrassing. According to this source of information the State Department had caused the United States Atterney for the Southern District of New York to institute apprepriate legal action in enjoining publication of the book, "Japanese Diplomatic Secrets." (6.4-256 E-0: letter from T. New 13, 10.5)

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CON XUL

In the May 28, 1933 issue of the "Japan Chronicle", published in the English language at Robe, Japan, there appeared an article entitled "State Secrets Decoded-Japanese Diplomatic Messages." This article stated:

"Fears that a British publisher may be affored a beek about Japanese secret diplomacy, to prevent the publication of which a bill was recently rushed through the United States Congress, are now being expressed in efficial circles in Washington. This book, by Mr. Merbert O. Yardley, who was head of the secret deceding unit of the United States Government until 1929, is believed to be an extension of revelations contained in his 'The American Black Chamber' and to deal exclusively with messages from the Japanese Government to its Washington Embassy."

#### The article continues:

"Mr. Tardley's 'The American Black Chamber,' published two years ago, did much towards accentuating the differences between the United States and Japan, states the Washington correspondent of the British United Press...the book led to bitter recriminations against the United States in Japan and made Mr. Yardley famous in the United States...anxiety was shown by the authorities when it was known that Mr. Yardley had another book on the way, and when he replied to protests by saying that he considered it his patriotic duty to show what important work Mr. Stimpson (Secretary of State) had stepped because of mere naive idealism, the only course left for the government was to rush through a bill on the lines of the British Official Secrets "et. This was done only after legal action had failed."

On April 4, 1934, Lengmans, Green and Company, New York publishers, brought out a spy novel by Yardley entitled "The Bland Countess," described as a very readable novel concerning the imaginary operations of a lady spy in Washington during the first World War. The book was described as being an interesting study of various espionage and counter-espionage methods and activities. (62-77) 1-11

Information was received on July 6, 1934, which indicated that Tardley had unsuccessfully attempted to sell the story "Intrigue" to a prominent New York newspaper, the story involving Japan. ((2-275°1-1): Yiss

in, Jection Aston, .I. Junear

CONTRACTION

On June 23, 1937, information was received from a confidential source that Major H. O. Tardley was then living at an unknown address in New York, his confidential telephone number being Penn. 6-5480.

(61-1566-538; CI

b7D

On September 7, 1940, a highly reliable source indicated that Yardley had arrived at Chungking, China, in the autumn of 1938 and had lived there under the name of Osborne, pretending to transact business in hides. Actually, Yardley was reported to have been engaged in secret code work for the Chinese Government, leaving Chungking in August, 1940. It was stated that shortly before leaving, he abandoned his cleak of secrecy and let his true identity and purpose be known generally among the international group in Chungking. (65-51079-1; State is note.) from U. mades iden. Thun, king. Thina).

is noted from U. Ambassidor, Thun, kind, Thina).

As of June 28, 1941, information was received to the effect

that Yardley was back in Washington, D. C. It was removed that he had been hired under a very secret Government contract to do special works with involving several of the governmental departments 3/02-27521-15, Tol. Thins. Jan.

[September 2.01.17]

On February 15, 1941, information was noted to the effect that b71

Information was received from a reliable source on May 20,
1941, that Yardley was secretly representing an outside friendly power and
attempting to obtain high frequency radio direction finder equipment [5-3] [6]
(62-775' 1-19; 'eor.e' ... Herlin ; 1772) Accessified par referred from
FCC att 8/01/86 507.max/rfm

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012/86



On June 6, 1941, information was received from a reliable source that Iardley was going to Canada in an effort to obtain one hundred short wave radio receivers, in the interest of a friendly power 5-3 16 (62-27501-20; .cor e A. storling, .00) Michaelle for information from a reliable source on October 9, 1941, noted 10/7/8 10/7/8 that 



### Hederal Bureau of Investigation United States Department of Justice

Washington, A. C.

GCB: JEA

January 13, 1942

MEMORANDUM FOR MR. LADD

24

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED

DATE 8-27-85 BYS/4 mac (sport Springe) 4 mac/4/2m here any por 4126/66/6 (8/8)

Reference is made to my previous blue memorandum to you with reference to the setup of an American black chamber by Colonel Donovan. In my memorandum I stated that Colonel Bissell has advised me that Herbert Yardley is reported to have been selected by Colonel Donovan to head this organization and his backing is reported to have come from the White House. Colonel Bissell has now advised me that Mrs. Roosevelt was backing Yardley and that through the efforts of the Army, Yardley's appointment has been killed as far as Colonel Bissell knows.

Colonel Bissell also advised me that he had been reliably informed that Colonel Donovan was trying to get into field with troops.

Respectfully,

G. C. Burton

4 JAN 23 1942

FEDERAL BUREAU OF INVESTIGATION

JAN 19 1942

Mr Tolson

Mr R A Talm

For Clegg

Mr Glavin

Mr Nichola

Mr Tracy

Mr. Rosen

Mr Catson

Mr Catson

Mr Coffey

Mr Hendon

Mr Nolloman

Mr Patto

Tele Room

Tour Room

Mr Pesse



SJT:BT

### Federal Bureau of Investigation United States Department of Iustice Washington, D. C.

February 4, 1942

ALL INFORMATION CONTAINED

LE SOURCE SOLUTION

DATE -27-8-BY S/7 may from the DIRECTOR

RE: VISIT OF HERBERT O. YARDLEY

Mr. Tolson
Mr. Glavin
Mr. Glavin
Mr. Glavin
Mr. Ladd
Mr. Tracy
Mr. Rosen
Mr. Arass
Mr. Hendon

In accordance with your instructions, an appointment was arranged with Mr. Yardley yesterday and Messrs. C. A. Appel, K. G. Blackburn and the writer conferred with him.

With reference to Mr. Yardley's new and original method of approach to cryptographic analysis, we explored what Mr. Yardley had to offer at some length and Messrs. Appel and Blackburn state with reference to this:

"Mr. Yardrey stated that "we" have jorked out symplified superior procedure changes especially applicable in the decrypting of transposition of ciphers in which a crill is used and which rep ch7119:2 the method of probabilities. Considerable conversation ensued concerning the exact method of using probabilities, and he stated that he means the methematical probability of the combination of letters in digraphs, trigraphs, etc. as opposed to the traditional cryptographers. Traduction tables of totals showing the normal frequency of combinations of letters in digriphs and trigriphs in a given language. In explaining how the probabilities are calculated he said the frequency of one letter as an "e" is multiplied by the frequency of another letter as an "s" and this total is divided by the frequency of the digraph "es" yielding the "probabilities" which is to Messrs. Blackburn and Appel still a mysterious calculation. For this reason, he was pressed for details as a to methods in general, and and not mention a detailed method of work from which it could be issumed that he knows personally how to attack current cryptograms used by the Germans and other agents. He referred to his work in Canada and in China. In Canada he took a girl from the Army Signal Corps, and it may be that she rather than he kne the detailed methods. Referring to his China vork, he stated he had a great deal of success with Japanese cryptograms. He was asked if they had any success with codes, and he stated he had a great deal of success in solving codes, mentioning the Kana Code and talked at great length but without perticularity. Codes are not solved in this way by methematics or original thought. Solutions actually depend upon luck, investig tive work, and the procurement of a code book. Therefore

his claim is a clear indication that his other statements are boastful

and for the purpose of impressing the Bureau with the need for his services."

שעולניתיים לו הענישסס

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It was ruite apparent that Mr. Yardley had an axe to grind or was seeking something. At the beginning of our talk, Mr. Yardley induired as to what it was we would like to know about cryptography and he was informed that we had no specific questions. However, that in his letter to the Director he had mentioned that he desired to offer some new and original methods of approach to the subject. He then discussed the subject matter as described above.

He informed us that he had spent two years until some time in 1940 in China as the only white man ever to enter the service of the Chinese Intelligence. He, is a matter of conversation, stated that if anyone in this country believed that the Chinese like the Americans or any members of the white race we were badly mistaken. He stated that they were still orientals and the white race were still occidentals and that there was cuite a line of demarkation. It is his opinion that the Chinese are interested in Americans only so far as they can get something out of them. He stated that an American's life and property are far more secure in China than they are on the streets of the United States, that although they rob one another they will not touch a white person. He stated that extortion and grift and thievery are very common among the Chinese.

as the conference mas nearing its conclusion, Lr. Yardley stated that he would like to take an additional five minutes to discuss personal subject, and he was advised we would be happy to listen to him. He then stated that he wanted to be removed from the "black list." I told him I did not understand his question. He continuage that he was on the "black list" of the mir Department. Nevy Department. State Department and the federal Bureau of Investigation. I suggested that he enlarge his statement as I did not understand him. He then ment on into a historical dissertation covering his service during the past world War and personal differences he has bed with "r. Freedman who succeeded him in the Cryptographic Section in the Signal Corps, u. S. Army. He stated that Fraedman had done everything possible to discredet him and his name and that he was still doing so. He advised that the St. to Lepartment, when he attempted to publish certain documents in New York City following the publication of his book, took action to stop him although the matter was entirely harmless and that the FBI pert cipated in this particular action them it had Mr. Thomas E. Dewey angle the case in New York City, that he did not understand why the FBI participated in helping but him on a "black list." I told him I was outte surprised at his statement in smuch s Mr. Devey was not employed it: the FBI. Mr. Yardley was obviously very much surprised also. .s he stated that he understood that Mr. Devey was this Bure us representstive in New York City. I tole him that Wr. Decey at the time was employed by the W. S. Attorney's Office and that he had no connection hatever with the FBI. He coologized and stated he had been rongly ccusing the FBI in his mind for participating in the prosecution of him.

Mr. Yardley idvised that he has been unable to make a connection in the Army, in the Navy, in the State Department, and that he would like to offer thatever talents he has to his government curing the present emergency. He said he is not seeking a position as ne is not in need of one, that he is financially independent so to speak.

He stated that he unlerstood in a conversation between Mr. E. A. Tamp of this Bureau and a representative of the Mar Department that Mr. Tamp stated that he doubted the Bure a would be able to use the services of Yardley. I informed him that of course I did not know of such a meeting or statement, that however he would not be eligible for consideration for a position in this Bureau inasmuch as he would be unable of course to meet the age requirements and furthermore, that this Bureau and not employ people who had never worked at this Bureau except at the minimum salary. The statement of Mr. Tamp was supposed to have been made on or bout December 9, 1941.

It was apparent that Mr. Yardley's attempts to see the Director were for the purpose of getting himself off the "black list" as he called it. He is on a fishing extedition to find out all he can concerning his inability to secure a position with the Army, Navy, or State Department. It is also obvious that he would like to be in charge of a Cryptographic Section during the present emergency. He is a good talker. Ho ever, as pointed out by Mesers. Appel and Blackburn he does not have too deep a knowledge of his subject. Wr. Appel feels that "r. Yardley's secretary the has been with him for many years is probably the one the has been carrying on the detailed cryptographic enalysis work for him.

Upon denorting, in landley resired to offer his services to this Burchust any time, any place, anythere. He can be reached at the two addresses set forth in his letter.

Respectfully,

S. J. Pracy

January 22, 1942.

Federal Bureau of Investigation, Washington, D. C.

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED

Attention Mr. Tame DATE 8/07/85 BY SO Tumbe / A

Sir:

This is to inform you that I returned to Washington yesterday after seven months' employment by the Canadian Government in Ottawa. Briefly, in May, 1941, Canadian Officials came to see General Mauborgne (now retired), Chief Signal Officer, U. S. Army, and asked for someone to go to Canada to organize a confidential bureau. General Mauborgne had no one available who was qualified for the position, so recommended me for the post. I had returned from China a few months earlier where I had been a confidential advisor to the Generalissimo for nearly two years.

I was immediately invited to Ottawa for a conference with Military Intelligence, Naval Intelligence, Mounted Police, External Affairs, National Research, Chief Telegraph Censor, Chief Postal Censor, Air Intelligence. From June 9th, I was employed by the Canadian Government. On January 10th I turned over my work to an Englishman who arrived from London. You are doubtless aware of some of the circumstances. Copies of letters from Canadian officials are attached which give some measure of proof of my success.

And it is because of my success there that I am writing - success due to new and original methods of approach. If you are at all interested in these matters I shall be happy to confer with you. My address for at least the next thirty days is 4016 18th St., N.W., Washington, D.C. - Telephone Randolph 7288. I can be reached there except for a few days when I shall be in New York, and while in New York can be reached through George T. Bye, 535 Fifth Avenue.

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Yours very truly,
HERBERT O. YAHDLEY
FFB 17 1942

Department of External Affairs Canada

Ottawa, 6th January, 1942.

My dear Major Yardley,

On the eve of your departure from Canada I desire to send you my thanks for the very useful services which you have rendered during the seven months that you have been in Ottawa. I know that the organization of the special Examination Unit which you set up under the National Research Council presented difficulties of some magnitude. I have seen the results of the work of your Unit and I have been following with a great deal of interest the progress which you and your assistants have made, and I cannot help but feel that the whole Unit constitutes a very valuable contribution.

I understand that you are now returning to your own country and that you will probably be following similar lines of work there. May I take this opportunity of wishing you the best success in all your future undertakings.

Yours sincerely,

A. ROBERTSON
Under Secretary of State for
External Affairs

Major H. O. Yardley,

Ottawa.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 8/27/85 BYSPIMOC/APM

12-2450-1

Department .
External Affairs
Canada

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 8/07/65 BY SPJUMBE/1999

Ottawa, 6th January, 1942.

This letter is to state that Mr. Herbert O. Yardley is returning to the United States after having been employed since June 1941 by the Canadian Government on confidential war work. Any courtesies and facilities that could be extended to Mr. Yardley would be appreciated by those Departments of the Canadian Government for whom he has been doing such valuable work.

L. B. PEARSON
for
Under-Secretary of State
for External Affairs

To Canadian and United States Officials at the Border.

(2 21110) 2

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#### THE RESERVE

#### ROS HERSKET CSHORE TARREST

There is attached hereto a summary metheradem of infermation in the Europe files conserving the above named individual, which is being furnished in accordance with your request of Jamery 1, 1942, in which you state that Colonel Demovas is making plane to cut up an incrinen Black Chamber and intends to use Serbert Yardiny as the head of the organization.

Respectfully,

D. N. Ladd

Attenhant

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MAN 13 1942

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perbort Coborn Fardley was born in Worthington, Indiana, on April 13, 1889. He was educated in public schools at Worthington, Indiana, and in 1914 married Miss East Milan of that city. He entered the employ of the Department of State in 1912, and subsequently in 1914 devised a new diplomatic cipher code for the Department of State.

During the World War he served in the United States Army War College as a destain in the Signal Gurpe and was presented to the rank of Major in 1988. He also served as Chief of Military Intelligence. Number 8 from 1917 to 1918 and allegedly was on the military observers staff with General Pershing in August 1918. It further appears that he was in charge of military intelligence at the Peace Conference in Decumber 1918. He was swarded a distinguished service model in 1919 and in the same year was honorably discharged from the United States Army. From 1919 to 1929 he was in charge of the Cryptographic Department (the se-called black chamber). (Who's Who in America, Vol 2)

On November 25, 1920, information was received from a confidential source that "Mr. Yardley" was conducting a "little private enterprise for his own benefit." It appeared that Yardley, in conjunction with a Dr. Mendelssohn, who was formerly employed as a translator, and a Mr. Menth, was compiling a commercial code for a private group, for which Yardley and his associates were to be paid \$15,000. There is no further information evailable which would specifically identify this "Mr. Yardley" with Herbert O. Yardley, the subject of this memorandum, but because of the nature of the information, it is to being set out herein as possibly relevant. (61-825-203; CI - 1920)

lb71

Pollowing the disbanding of the secret governmental group of cryptanalysts headed by Tardley, he published a book entitled "The liberican Black Chamber," Bobbs-Herrill Company, 1931. The book was a general treatment of the history of secret decoding work carried on whider Yardley's supervision, and deals generally with the development of War Department and Military Intelligence cryptographic work, emphasizing the practical value to this government which was derived from the secret analysis of intercepted, coded messages of other governments. The author commented on what was described as a "bad estimation in commented with cryptographic work in various departments of the Government during the World War." (61-27581-16)

to col Miller

CUEHAL BURG.

MAR 18 1942

TEPARTMENT OF DEC.



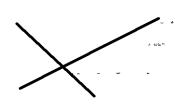
Prior to the publication of "The American Black Chamber," information received from a reliable source on June 3, 1930, indicated that Tarding was threatening to make public certain confidential by the secrets of the War Department. (62-27581\*14) Col. Albright, MID, War Dept.

Following the highly mesoscaful publication of "The American Mark Charles," information was received on depleader 10, 1918, that Yandley was about to publish another book, and that it would deal almost aminatively with unterfal derived from the deceding of secret Japanese solice to Japanese governmental representatives in Markington. It was stated that Yardley was at that time consulting two good lawyers in order to avoid a libel suit; further, that Yardley had in his possession numerous copies of original Mar Department material, and also had retained material that should originally have been placed in the Mar Department files. (62-27581-lx; Mr. Castle, State Dept)

On February 21, 1933, the New York Times published an article entitled "Gode Expert Hammaript on Japan is Seined." The article states that the manageript of a new book by Herbert O. Yardley, head of the secret American cryptographic Bureau during the World War, was seized and impounded by the Department of Justice under Section 32, Title 50 of the United States Code, which prohibits agents of the Government from appropriating secret documents. The article continues that the manageript deals with the intercepting and deceding of instructions sent to the Japanese delegates at the Washington Arms Conference in 1922. (62-27581-3x)

On April 4, 1933, information received from a reliable source stated that the State Department was said to have felt that the publication of confidential matters such as the decoded Japanese cables to "its Arms Conference delegates in 1922, would be diplomatically embarrassing." According to this source of information the State Department had exused the United States Attempty for the Southern District of New York to institute appropriate legal action in emjoining publication of the book, "Japanese Diplomatic Secrets."

The Japan Chronicle, under date of May 28, 1933, contained an article entitled "State Secrets Decoded." The article stated that it was feared by officials in Washington a British publisher may be offered Mr. Herbert O. Yandley's book about Japanese secret diplomacy, which deals exclusively with messages of the Japanese Covernment to its Washington Embassy.





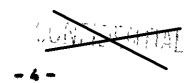
It is stated that the United States Congress Promity rushed through a bill to prevent the publication of Yardiay's book. The article further states that Mr. Yardiay's book, "The American Black Chamber," did much toward appentuating the difference belowes the United States and Japan, according to the Maskington softwagendent of the British United From. It further states that Mr. Yardiay had replied to pretects by earing that he considered it his patrictic duty to show that important work Mr. Stimmen, the Secretary of State, had stopped because of more naive idealign.

On April 4, 1934, Longmans, Green and Company, New York publishers, brought out a spy novel by Tardley entitled "The Riend Countees," described as a very readable novel concerning the imaginary operations of a lady spy in Mashington during the first World War. The book was described as being an interesting study of various espicoage and counterespicoage methods and activities. (62-27581-9)

Information was received on July 6, 1934, that Yardley had unsuccessfully attempted to sell a story entitled "Intrigue" to a prominent New York newspaper. It was reported that this story involved Japan. (62-27581-12 - Miss Jinn, NY Herald Tribune)

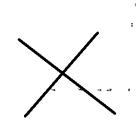
On September 7, 1940, a highly reliable source indicated that Yardley had arrived at Chungking, China, in the sutumn of 1936 and had lived there under the name of Osborne, pretending to transact business in hides. Actually, Yardley was reported to have been engaged in secret code work for the Chinese Government, leaving Chungking in August 1940. It was stated that shortly before leaving he abandoned his clock of secrecy and let his true identity and purpose be known generally among the international group in Chungking 5-//6) ( [4.5] of [65-31079-1; State Dept] dispatch from US Ambassador, Chungking, China)

On February 14, 1941, information was requived that the working press in New York City was intensely interested in Herbert C. Yardlay. It was stated that Yardlay had recently disappeared from his New York address, and inquiries by newspapermen had disclosed that he had moved to Esphington and was remiding at 1789 Lanier Place, N. W. Purther inquiries are said to have disclosed that Yardlay had been engaged in an unknown confidential capacity by unidentified governmental agencies, and that the newspapermen were carefully watching each other on this story, each one anticipating that someone also would break the story. This source of information expressed the opinion that no one among the reporters could understand why any governmental agency "would hire Yardlay for any confidential work after the diagraceful manner is which he sold out the Federal Covernment after his employment in a confidential capacity during the last war." (62-27581-17; letter from Director to Gen Sherman Miles, G-2, War Dept.)



Information was received from a reliable source on June 6,

1941, that Yardley was representing Orders in the purchase of radio equipment and was going to Canada in connection with regulating on the part of the Orders Declaration for Agency at from Feeding Valley sources in Valley and the Connection was received on June 28, 1941, that Involving the in Vandington, D. C. It was remarked that he had been employed under a very secret government a contract to do special work involving several of the governmental departments 362-27581-15, Colonel Atkins, Information from a reliable source on October 9, 1941, 18486 St. Impossible narred that



LLT:JC 99-39

#### Nederal Bureau of Investigation

United States Department of Justice Washington Field Division, 1437 K Street, N.W. Washington, D. C.

May 12, 1942

Director Federal Bureau of Investigation Washington, D. C.

Dear Sir:

Reference is made to Bureau letter dated November 29, 1941, transmitting a copy of the War Department's Inspection Responsibility List No. 2, dated August 27, 1941, together with a copy of Inspection Responsibility List No. 2-A (Supplemental), dated November 1, 1941, and requesting that sufficient confidential informants be developed in the listed plants in the District of Columbia.

Maintained apong the copies located in the District of Columbia was the name HERBERT O. YARDLEY. A search of the directory and files of the credit bureaus in the District of Columbia fails to reveal any listing or record of HERBERT O. YARDLEY.

No further action is being taken in connection with that name.

Very truly yours.

K Mi Kee S. K. McKEE

Special Agent in Charge

EX - 19

Dear Tir

RECORDED & INDEXED

the Constining to payable

I was MI-8, of whom you

Jamilian with. I would gently

al recat your morning, me of

his present mailing, address.

GKS: 1% 62-27561-28

February 4, 1943

Mr. Robert Schwartz 7707 Woodlawn Avenue Melrose Park, Pennsylvania

Dear Mr. Schwartz:

Your letter of January 12, 1943, has been received and I wish to advise that data contained in the files of the FBI is confidential by Congressional enactment. I regret that I am unable to advise jou concerning the matter you have in mind.

Sincerely yours,

John Edgar Hoover

8-27-85 SPlinoufip Director

Mr Tolson

Mr E A Tamm

Mr Clegg

Mr Glavin

Mr Ladd

Mr Nichols

Mr Rosen

Mr Tracy

Mr Tracy

Mr Gerson

Mr Coffey

Mr Hendon

Mr Kramer

Mr McGui

Mr McGui

Mr McGui

Mr Harbo

Mr Quinn Tamm

Mr Nease

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Miss Gandy

# Office Memorandum . UNITED STALES GOVERNMENT

•	то	DIRECTOR,	Federal Bure	au of Invest	igation	DATE April	. 7, 1945	
( ;	FROM	GUY HOTTE	L, SAC, Washin	ngton Field	At Itali			
;	SUBJECT.	HFFBERT O	· YARDLEY EOUS - INFORM	TION CONCER	\$ 2 \ \ 2 \ 2 \ 2 \ 2 \ 2 \ 2 \ 2 \ 2 \		The state of the s	ن
	On Apri	1 2. 19/15.	Informanta	of the	MFANIP Case,			b7D
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	book.							
	Informan BREAKER.	it WRITES T	states that a	n article o	aptioned "HERI HOURS' ", by	BERT YARDLEY	MASTER CODE	<b>;</b>
					y, April 1, 19		states	<b>b</b> 7D
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	to the a	article.					many Disa	
	The art	icle is be	ing quoted in	its entirety	y for the info	rmation of		
		of world ?			vernment job, caising plots			··

HERBERT O. YARDLEY, whose revelations in 1931 of 'The American Black Chamber' in a book by that name stung high officials to decry the volume, works by day in the District Office of Price Administration and in his off hours writes 'thrillers' in collaboration with a professor of English.

To would-be fiction writers who think it easy the master cryptographer says:

'Lon't unless you have seen a lot of life.'

He has 'lived' much of his fiction, and yet his string of books is not long. By 'living' his fiction, he means seeing life in the raw. His latest product Is Crows Are Black Everywhere' (reviewed in The Star, March 4), a story of intrigue in China, and grew out of his experiences as adviser to Generalissimo Chiang Kai-shek.

50 APP 23 1945 WO

101 hou is real

DIRECTOR April 7, 1945

"Putting together a fiction plot, in the opinion of this old code man who served as a major in the intelligence service in the last war, is not a difficult matter -- it is the background matter that counts.

'Your suspense comes by putting your characters in trouble and then taking them through the results.. And if you have seen enough life you have no trouble creating the characters and setting up their troubles and triumphs.'

In writing 'Crows Are Black Everywhere', YARDLEY supplied the facts, plot and color; CART GRABO, professor of English at the University of Chicago, gave the story the writing polish. The result was a piece of fiction that has been generally well received by reviewers.

RITES THEN HE FEELS LIKE IT.

YARDLEY roams because he likes it and writes after he gets his facts. He brought back from his two-year China experience a 30,000-word brochure packed with description of war, refugees, dives, gruesome events, strange characters and stranger experiences. Out of this probably will come other books based on life and war in China, but YARDLEY makes no promises. He writes when he feels like it.

His first book was 'The American Black Chamber,' in which he told of his work as a code-breaker for the State Department from 1919 to 1929. He brought it out in 1931, and he recalls that it ran into criticism in diplomatic quarters, where it was felt the book embarrassed officials in diplomatic dealings with other nations.

So YARDLEY took to the lecture platform, then went to Hollywood, where he wrote for the movies until 1936. During that time, he brought out two more works, 'The Blond Countess' and 'Red Son of Nippon.'

Code work has been YARDLEY's life. Born in Worthington, Ind., in 1889, he attended the schools there and joined the State Department in 1912. Two years later he workout a special diplomatic cipher code and when the United States entered the war in 1917 he was commissioned a captain in the Signal Corps.

A major by 1918, he was given a high post in intelligence, placed on Gen. PERSHING's staff and was at the Peace Conference at Versailles as an observer. In 1919 he was awarded the Distinguished Service Medal and was discharged the same year to head up the State Department's cryptographic unit that ultimately led to his 'Black Chamber' troubles.

He went to China because he had a job to do. In 1938 Chiang Kai-shek wanted an expert code man to teach his intelligence officers some of the tiner parts of the art. YARDLEY then was in the prosaic business of selling real estate and was available. He joined the generalissimo's staff in

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Chungking when China's fortunes were at a low ebb and the city was rather primitive.

Of work, YARDLEY speaks little. He mentions that he was under an assumed name; that he had a large staff of guards, servants and interpretars for his two-year stay; that he had ample time to exercise his powers of observation of Chinese life and customs.

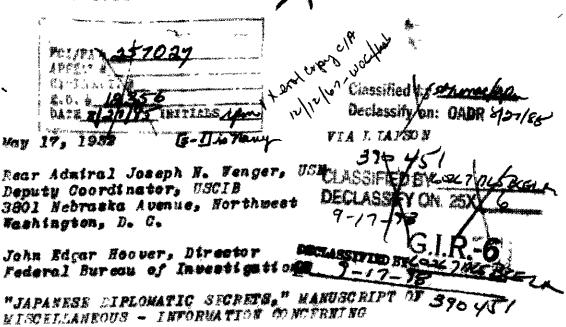
In October, 1940, his job finished, YARDLEY returned to the United States, and in the spring went to Ottawa, Canada, where he was with the Canadian government for nine months, and then he returned to the United States to become an investigator for the OPA and to write.

He looks the part of a typical American businessman, which fits him well into the OPA investigative picture. Short and stocky, of ruddy complexion, he enjoys his plain-clothes role. He lives with his wife in a downtown apartment awaiting the return of his 19-year-old son, JACK, who is in the service.

His two years in China apparently gave him enough adventure for a time.

'No one,' he says with an exaggerated wave of his hand, 'should spend more than three months in China -- especially primitive China.'

MCC:cw



With reference to your memorandim of April 28, 1952, concerning the above-captioned matter, we are able to furnish but little light on the part played by Marie Stuart Kloom with respect to the manuscript 5-11/1

Our files reflect that during September 1932, both the State Department and the Far Department were concerned about a report that Herbert O. Tardley was going to publish another book which would contain considerable confidential information which Tardley had apparently obtained from War Department files. Consideration was being given to provisions of the United States Code which might be used to prevent such disclosures.

An article appearing in the "New York Times" under date of February 21, 1933, reflected that a manuscript of a new book by Herbert O. Yardley, author of "The American Black Chamber," had been seized on February 20, 1933, by the Department of Justice in New York City. It was stated that the manuscript, entitled "Japanese Diplomatic Secretaf" dealt with the intercepting and decoding of instructions gent to delegates at the Washington Arms Conference in 1925. stated that a United States Warshal had called at the of the publishing firm of George P. Brett, Jr., and requested Brett to bring the manuscript to the Federal Buildings Marshal also requested George T. Bye, Tardley's literar agent at 535 Fifth Avenue, to appear at the Vedent Building. Thereafter, both Mr. Brett and Mr. Bye were token before Federal Grand Jury and the manuscript was impounded.

O'ANN. WENGER, ATSA SECURITY ANYORKATION -(Klooz) RJL: jof (GAS)

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Subject:

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You will note that there is no information in the foregoing which would connect Marie Stuart Kloez with the manuscript. Marie Stuart Kloom was investigated by this Bureau in 1951 at which time she was being considered for employment under the International Development Program of the State Department. It was learned that she was born December 29, 1901, at Louisulle, Kentucky. She attended Sweet Briar College, Sweet Briar, Firginia, from 1919 to 1923, receiving an A. B. Degree in Social Science. also did graduate work at Sweet Briar Callege. Miss Lois Ballinger, secretary to the President of Sweet Briar College and who has known Miss Kloom for many years, stated that in about 1928 or 1930 Nice Kloom told her that she had been investigated together with a man for whom she had worked who had broken some acces witch were used in World For I. The identity of this man was not known to Miss Ballinger. (6) U

The following information, taken from various questionnaires filled out by Kiss Kloom, fails to reflect any connection between Yardley and Mine Kloom through employment during the pertinent period. Miss Klees attended the University of Chicago in 1924 for one year. Her listed employment reflected that in 1926 and 1927 she worked for the "Evening Public Ledger" in Philadelphia, Pennsylvania. In 1927 and 1928 she was employed part time by the Roosevelt Hotel in Pittaburgh, Pennaylvania. From 1927 to 1929 she morked for the "Post Gazette" in Pittsburgh. In 1930 and 1931 she taught English at Aspinwall High School, Aspinwall, Pennsylvania. In 1934 she was a Social Investigator for the Emergency Home Relief in New York City. You will note that she has not listed any employment from 1931 to 1934. During our investigation it was reported that Miss Klooz and her mother lived in Amheret County, Virginia, near Sweet Briar College for a period of one or two years in the early 1030's and that Miss Kloom during this period was doing some studying and writing. S

After 1934 she had various employments in New York City and in 1941 worked as Assistant Editor for the Inter-Allied Information Center, 610 Fifth Avenue, New York City.

SECURITY INFORMATION - SHIPET

She ettended Columbia University in New York City from 1936 to 1942, receiving an M. A. Degree in 1939 in Public Law. She thereafter worked for the Library of Congress, 1948-1943; Commerce Department, 1943-1945; Far Department, 1945; and the State Department from 1945 to 1947, She was inemployed from 1947 to 1951 apparently doing graduate work at Columbia University. In 1951 she filed a personnel security questionmaire in connection with employment for the State Department. It is not known if she is still employed by the State Department.

We do not contemplate taking any further action with respect to this matter in the absence of a request from you.

\_-19 (Rev 10-9-81)

plonage. By Herbert J. Parelley. (Houghton Mitfile, \$13.96.) When the Chinese asked Herbert (). Yardley in 1938 to try his luck at cracking the codes of the invading Japanese, he was delighted. The United States Government cryptography organization he had led after World War I had been disbanded in 1929; his book about the organization, "The American Black Chamber," had enraged the Government. Yardley spent almost two years in China; during the 1940's he turned his journal inte book form but never submitted it for publication. Now, 25 years after his death, we have "The Chinese Black Chamber." Yardiey lived and worked in Chongqing, a city of incessant noise and "intolerable stinks," the frequent target of Japanese bombs. He fraternized with Chinese officials and workers. He met Chiang Kai-shek --- "a thin and rather lonesome man" --- and cheated at poker (of interest because Yardley later wrote "The Education of a Poker Player," a classic). He taught Chipese students the basics of cryptography and threw in some lessons on truth drugs and sabotage. But Yardley wrote in far more detail about his own feelings. The Chinese, he believed, have a predisposition to graft and treachery, but he clearly admired many of those he met, and he was sickened by the unconcern that Chinese officials showed for the lives of their own people. All this he recorded with candor and frequent humor. One will learn little about espionage from his book, but it is an observant personal view of wartime China and a notable historical sidelight. - Hal Goodman

THE NEW YORK TIMES BOOK REVIEW

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